GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:6640
ANSWERED ON:10.05.2005
PRODUCTION OF VEHICLES
Chinta Mohan Dr. ;Nitish Kumar Shri ;Singh Shri Rajiv Ranjan (Lalan)

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the production of passenger vehicles in the country in the year 2004-05 has increased as compared to the last year;

(b) if so, the details thereof;

(c) the total number of different types of passenger vehicles manufactured during the year 2004-05 along with its rank amongst different countries;

(d) initiatives taken by the Government to promote the production of different types of vehicles;

(e) whether production of different types of vehicles in the country have an impact on economy; and

(f) if so, assessment of the Government in this regard?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI E.V.K.S. ELANGOVAN)

(a) to (c) : Yes, Sir. The production of passenger vehicles has increased by 22% during 2004-05 as compared to last year. The total number of different types of passenger vehicles manufactured during the year 2004-05 was 1,209,654. Organisation Internationale Des Constructeurs D` Automobiles (OICA), Paris, ranked India in the 11th position among different countries in the year 2004 for production of passenger vehicles.

(d): The initiatives taken by the Government include
(i) gradual liberalisation of licencing policy, rationalisation of fiscal structure and increased emphasis on improvement of roads and other infrastructure.

(e) and (f): Preliminary estimates show that value of domestic sales of automobiles and export put together was more than Rs.110,000 crores in the year 2004-05. It contributes significantly to India`s GDP.